GOVERNMENT OF INDIA
URBAN DEVELOPMENT
LOK SABHA

UNSTARRED QUESTION NO:3941
ANSWERED ON:10.08.2016
Externally Aided Projects
Sawaikar Shri Advocate Narendra Keshav

Will the Minister of URBAN DEVELOPMENT be pleased to state:

Will the Minister of URBAN DEVELOPMENT be pleased to state:

(a) whether foreign aided projects are progressing as per schedule;

(b) if so, the details thereof and if not, the reasons therefor along with the action taken / being taken by the Government in this regard;

(c) the funding pattern of these projects;

(d) whether external aid is likely to be provided to more projects in other parts of the country; and

(e) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF URBAN DEVELOPMENT

(RAO INDERJIT SINGH)

(a)&(b): The details of foreign aided projects under implementation in urban development sector given at Annexure − I. The reasons for delay, wherever applicable, are also included in the annexure.

(c): Funding pattern of these projects are given at Annexure − II.

(d)&(e): Project proposals are received from various State Governments and Central Line Ministries, who appraise and prioritize the same and recommend it to the Department of Economic Affairs for posing the projects to the concerned external agency. The above mentioned procedure is a continuous process.

Annexure-I referred to in reply to Lok Sabha Unstarred Question No.3941 for 10.08.2016 regarding Externally Aided Projects.

Details of ongoing World Bank assisted projects in Urban Sectors implemented as on 30.6.2016

<pre>
(Amount in US$ million)
Sl.
No Name of the project Participating
States / Cities Donor Date of
Agreement/
closing
Loan
amount Disburse-
ment
Upto
30.6.2016 Reasons for delay Action Taken
1 Andhra Pradesh and Telangana Municipal Development Project Andhra Pradesh/ Telangana IBRD 22.01.2010/
15.12.2017 300

120.88 Andhra Pradesh & Telangana Urban Development Project has been delayed due to events related to bifurcation of the erstwhile state of Andhra Pradesh The World Bank / ADB assisted projects are reviewed from time to time through a structured process. This includes periodic Implementation Support Missions conducted by the MDBs, mid-term reviews conducted half way through the projects and periodic tripartite portfolio review meetings (TPRMs) / State Reviews with the participation of the MDBs, DEA and Project Implementing Agencies. Based on the outcomes of such missions and TPRMs, specific actions plans and timelines are drawn up for timely implementation of the projects.

2 Capacity Building of Urban Development Project Central Project IDA 8.12.11/
30.06.2018 45 5.24 No delay
3 Tamil Nadu Sustainable Urban Development Project. Tamil Nadu IBRD 3.6.2015/ 31.3.2022 400 21.07 The Tamil Nadu Sustainable Urban Development Project and Karnataka Urban Water Modernization Project are in early phase of implementation

4 Karnataka Urban Water Supply Modernisation Project Karnataka
(Hubli-Dharwad) IBRD 24.5.2016/ 30.11.2022 100 0.25
Urban Transport
5
Sustainable Urban Transport Project

Madhya Pradesh (Indore)/
Maharashtra (Pimpri-Chinchwad)/
Chhattisgarh (Naya Raipur)/
Karnataka (Hubli-Dharwad and Mysore) IBRD & GEF 05.02.2010/
31/3/2018

Ln. 105.23
GEF Grant: 18.45 IBRD: 47.91
GEF: 10.29
Total: 58.20
The project implementation schedule has been restructured in November, 2015 and is schedule to conclude by 31.03.2018.
6 Mumbai Urban Transport Project-2A Maharashtra
(Mumbai) IBRD 23.07.10/
31.12.2016 344 255.15 The MUTP-2A Project is expected to be closed by its scheduled closing date of 31.12.2016
</pre>

JICA assisted projects
<pre>
S. No Name of the Project Reasons for delay Action Taken
1 Bangalore Water Supply and Sewerage Project (II-2)
At present, 20 JICA assisted ODA projects are under implementation in urban development sector. The progress of the projects is monitored on a regular basis by holding periodical review meetings at various levels. The progress of such projects is dependent on various factors such as land acquisition, rehabilitation, tendering, appointment and mobilization of Project Management Consultant (PMC), availability of fund, requisite clearances, etc. and it may vary from project to project. These factors are inter-linked to each other and delay in completion of one parameter affects the others. Since these factors make a complex and lengthy framework, hence accessing the delay in mid-way of any project is difficult. Extension for completion has been granted to the following ongoing projects

2 Bangalore Water Supply & Sewerage Project Phase II-I

3 Amritsar Sewerage Project

4 Orissa Integrated Sanitation Improvement Project

5 Amritsar Sewerage Project
</pre>

Other Projects funding by JICA / ADB
<pre>
Ongoing Metro Project
(Name of State & Stretch) Original schedule of completion Expected schedule
of completion Reasons for Delay Major steps taken to mitigate delay
Bangalore Metro
Phase-I (Karnataka, East West Corridor - Baiyappanahalli to Mysore Road Junction and North South Corridor − Nagasandra to Puttenhalli) December, 2015
(After restructuring) November,
2016 Delay in getting possession of land, shifting of uncharted utilities and delay in progressing tunneling operations due to difficult strata and in thickly populated area. (i) Continuous and close monitoring of project activities.

(ii) Regular meeting with Police Depts. for required traffic diversions permissions.

(iii) Monitoring by High Powered Committee of respective State Government.

(iv) Prompt release of funds by stakeholders and advance payment to needy contractors to speed up the work.
Chennai Metro Rail Project (Tamil Nadu, Corridor I from Washermanpet to Chennai Airport & Corridor II from Chennal Central to St. Thomas Mount. March, 2015 December, 2016 Due to limited availability of work sites and non-performance of some contractor leading to re-tendering.
Efficient & Sustainable City Bus Transport Service (ESCBS) through the Project Management Unit (PMU) in Chandigarh, Jaipur, Bhopal, Mira-Bhayandar - - The project has become functional recently upon signing of the Project Grant Agreement on 31st May, 2016
NERUDP − Water Supply project in Agartala (Tripura) - - Construction of 5 overhead tanks under water supply project in Agartala could not be completed by the contractor. The contract for these balance works was terminated and re-tendered.
NERUDP − Solid Waste Management at Shillong, Meghalaya - - Work for development of existing landfill site in Shillong was running very slow. The contract for the balance works was terminated and re-tendered.

</pre>

Annexure-II referred to in reply to Lok Sabha Unstarred Question No.3941 for 10.08.2016 regarding Externally Aided Projects.

Funding Pattern

1. World Bank Assisted Projects

As a general rule, for State Sector Projects upto 70% of project cost is funded by the MDBs, and for Central sector projects, 50% of the project cost can be financed by through the MDB loan. The specific funding pattern is stipulated in the respective loan/ financing agreements.

2. JICA Projects - Normally, maximum 85% of the project cost is allowed by JICA as ODA loan.

3. Bangalore Metro Rail Project (Phase-1) − Funding Pattern
<pre>
(Rs. in crores)
Sources Govt. of India State Govt. Financial Institutions
Equity 1983.27 14.32% 1983.27 14.32%
Sub debt 1089.94 7.88% 2969.05 21.45%
Senior Debt 130.01
PTA
Source 1 −PTA JICA
Source 2 −PTA AFD
Source 3 −PTA
Grant, If any
Others
3689.41
873.29

1126.77
Total 3073.21 5082.33 5689.47
Grand Total Rs. 13845.01 Cr
</pre>

4. Chennai Metro Rail Project − Funding Pattern
<pre> (Rs. in Crore)
Sl. No. Particulars GOI GoTN Total
1. Equity 2190 (15.00%) 2190*
(15.00%) 4380.00
(30.00%)
2. Subordinate Debt 730
(5.0%) 844**
(5.78%) 1574.00
(59.22%)
3. Senior Term Debt (JICA) 8646.00
(59.22%) - 8646.00
(59.22%)
4. Grand Total 11556.00
(79.22%) 3034.00
(20.78%) 14600.00
(100.0%)
*Includes the residual land cost (i.e. Rs.935-Rs.844 = Rs.91 Cr.)
**To meet the cost of Resettlement and Rehabilitation and land cost partially i.e. Rs. 844 crore out of total of Rs.935 crore)
</pre>
5. Funding pattern of SUTP

Funding Agency Project Cost of SUTP
<pre>
(Rs. in Crore)
Govt. of India 284.34
State Govt. 502.14
Project Implementing Agencies (Cities) 346.83
IBRD (Loan through World Bank) 629.82*
GEF (Grant through World Bank & UNDP) 135.00*
Total 1898.13

* Varies due to fluctuation in the value of US Dollar.
** GEF (Grant through World Bank)
</pre>

6. Funding Pattern of ESCBS

Funding Agency Project Cost of ESCBS
<pre>
(Rs. in Crore)
Govt. of India 343.90
State Govt. 179.20
Project Implementing Agencies (Cities) 99.40
IBRD (Loan through World Bank) 0.00
GEF (Grant through World Bank & UNDP) 50.60*/**
Total 673.10

* Varies due to fluctuation in the value of US Dollar.
** GEF (Grant through World Bank)
</pre>

7. Funding pattern of NERUDP

ADB is providing 70% of project cost as loan to the Govt. of India and rest 30% is being borne by the GoI through budgetary support.

****